

UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF WASHINGTON
AT SEATTLE

KAREN ISAACSON,

Plaintiff,

v.

MARCIA FUDGE, et al.,

Defendants.

CASE NO. 2:24-cv-00088-TL

ORDER OF DISMISSAL

Plaintiff Karen Isaacson filed this suit *pro se* (without legal counsel) to challenge the constitutionality and administrative appropriateness of a United States Department of Housing and Urban Development (“HUD”) rule that has kept her from securing a reverse mortgage on a piece of real property that she owns. This matter is before the Court on its own motion and on Ms. Isaacson’s Motion to Amend her Complaint (Dkt. No. 12). For reasons discussed in this Order, the Court DISMISSES this case WITH PREJUDICE and DENIES the motion to amend as MOOT.

I. BACKGROUND

On January 17, 2024, Ms. Isaacson filed an application to proceed *in forma pauperis* (“IFP,” Dkt. No. 1), which was granted by the Honorable Michelle L. Peterson, United States Magistrate Judge (Dkt. No. 6), and her proposed Complaint was filed on the docket (Dkt. No. 7). On February 22, Ms. Isaacson filed an affidavit of service attesting that service of process documents were mailed to Defendants Marcia L Fudge and HUD.¹ Dkt. No. 9. On March 14, Ms. Isaacson filed a motion requesting leave to amend her complaint (Dkt. No. 12), which included an attached proposed Amended Complaint (Dkt. No. 12-1).

This is Ms. Isaacson’s sixth attempt to assert these same claims in this district.² See *Isaacson v. Sec’y of Hous. & Urban Dev.*, No. C16-1254, Dkt. No. 26 (dismissed for lack of standing without leave to amend because amendment would be futile); *Isaacson v. Sec’y of Hous. & Urban Dev.*, No. C17-1449, Dkt. No. 23 (same); *Isaacson v. Carson, et al.*, No. C19-2059, Dkt. No. 8 (dismissed as frivolous on the same grounds and warned that future duplicative lawsuits may be dismissed with prejudice); *Isaacson v. Carson (“Carson II”)*, No. C20-0588 (dismissed with prejudice as frivolous on the same grounds and warned that continuing to file duplicative lawsuits could result in a pre-filing bar order); *Isaacson v. Fudge et al. (“Fudge I”)*, No. C23-0351 (dismissed for lack of Article III standing). Under Rule 12(h)(3), “[i]f the court determines at any time that it lacks subject-matter jurisdiction, the court must dismiss the action.” Fed. R. Civ. P. 12(h)(3). A constitutional prerequisite to asserting jurisdiction in federal court are allegations that establish the following elements of Article III standing: (1) the plaintiff

¹Ms. Isaacson's attempted service is deficient as there is no indication that Plaintiff has served, or attempted to serve, the United States via the U.S. Attorney General and the U.S. Attorney of this district as required. Fed. R. Civ. P. 4(i). Nonetheless, because the case is dismissed on other grounds, the Court need not address this procedural deficiency.

² The Court generally takes judicial notice of all filings in the cases referenced in this Order pursuant to Federal Rule of Evidence 201(b)(2).

1 has suffered an injury in fact, (2) there is a causal connection between the injury and the
 2 defendants' conduct, and (3) the injury will likely be redressed by a favorable decision from the
 3 Court. *See Lujan v. Defs. of Wildlife*, 504 U.S. 555, 560-61 (1992). In every previous attempt,
 4 Ms. Isaacson has failed to show that she has standing to proceed.

5 Here, Ms. Isaacson asserts that she would like to take out a reverse mortgage on a
 6 manufactured home that she owns but has become aware of a HUD rule that precludes her from
 7 being able to secure such a loan. Dkt. No. 7 at 2–4 (¶¶ 1–17). Her remaining allegations
 8 generally include her beliefs and feelings about how she has been legally wronged by HUD's
 9 rule and various other legal conclusions (*see generally id.*), which are not sufficient to support a
 10 claim for relief. *Ashcroft v. Iqbal*, 556 U.S. 662, 678 (2009) (concluding that a complaint
 11 requires “more than [] unadorned, the-defendant-unlawfully-harmed-me accusation[s]” and “the
 12 tenet that a court must accept as true all of the allegations contained in a complaint is
 13 inapplicable to legal conclusions”).

14 What little concrete facts she asserts are essentially the exact same factual allegations that
 15 she has made in each of her previous lawsuits. *See, e.g., Carson II*, No. C20-0588, Dkt. No. 5
 16 ¶¶ 23–26. In every case, the Court has described the legal requirements for asserting Article III
 17 standing, explained that standing is a prerequisite for the Court to assert jurisdiction over the
 18 matter, analyzed Ms. Isaacson's properly asserted factual allegations, and concluded that she
 19 fails to meet the standing test for the claims she is attempting to assert. *See, e.g., id.*, Dkt. No. 8
 20 at 3–4. Additionally, Ms. Isaacson has been warned that her capacity to file IFP cases in this
 21 Court may be curtailed if she continues to file “repetitive and frivolous lawsuits.” *See id.* at 4–5.

22 **II. LEGAL STANDARD**

23 The Court's authority to grant IFP status derives from 28 U.S.C. § 1915. Per the statute,
 24 the Court must dismiss a case if the action “is frivolous.” 28 U.S.C. § 1915(e)(2)(B)(i); *see also*

1 *Lopez v. Smith*, 203 F.3d 1122, 1129 (9th Cir. 2000) (“[S]ection 1915(e) applies to all in forma
 2 pauperis complaints, not just those filed by prisoners”). A complaint is frivolous if it lacks a
 3 basis in law or fact. *Andrews v. King*, 398 F.3d 1113, 1121 (9th Cir. 2005).

4 Civil litigants are legally barred from reasserting claims that have previously been
 5 decided on the merits by the doctrine of res judicata. *See, e.g., Headwaters Inc. v. U.S. Forest
 6 Serv.*, 399 F.3d 1047, 1051–52 (9th Cir. 2005). “Res judicata applies when the earlier suit:
 7 (1) reached a final judgment on the merits; (2) involved the same cause of action or claim; and
 8 (3) involved identical parties or privies.” *Leon v. IDX Sys. Corp.*, 464 F.3d 951, 962 (9th Cir.
 9 2006). Relatedly, res judicata “bar(s) all grounds for recovery which could have been asserted,
 10 whether they were or not.” *Costantini v. Trans World Airlines*, 681 F.2d 1199, 1201 (9th Cir.
 11 1982) (quoting *Ross v. IBEW*, 634 F.2d 453, 457 (9th Cir. 1980)). Thus, all potential claims that
 12 could “arise out of the same transactional nucleus of facts” are barred going forward. *Id.* (quoting
 13 *Harris v. Jacobs*, 621 F.2d 341, 343 (9th Cir. 1980)).

14 III. DISCUSSION

15 Ms. Isaacson’s complaint must be dismissed as frivolous since her claims have no basis
 16 in law because they are barred by res judicata. In *Carson II*, Ms. Isaacson’s most recent attempt
 17 to proceed as an IFP litigant,³ her case was dismissed *with prejudice*. No. C20-0588, Dkt. No. 8
 18 at 4. For purposes of res judicata, “a dismissal with prejudice is a determination on the merits.”
 19 *Leon*, 464 F.3d at 962. The claims she raises in the instant action were also raised in *Carson II*,
 20 namely an alleged *Bivins* civil rights action claiming due process violations under the Fifth
 21 Amendment and violations of the Administrative Procedure Act (“APA”). *Compare* Dkt. No. 7
 22

23 ³ Ms. Isaacson has since filed another duplicative case that did not survive a motion to dismiss for essentially the
 24 same reasons, but in that case she did not seek IFP status (*see Fudge I*, No. C23-0351, Dkt. Nos. 1, 21), so the pre-
 service review required by 28 U.S.C. § 1915 did not apply as it does in this case and in *Carson II*.

1 at 1 (¶ 1), 8 (¶ 27), and 9 (¶ 38) *with Carson II*, No. C20-0588, Dkt. No. 5 ¶¶ 1, 119–24, 184–94.
 2 And as previously noted, the claims appear to arise from the same set of operative facts and
 3 conclusory allegations of injury. *Supra* at 3. Finally, this case involves identical parties or
 4 parties-in-privity. Obviously, she is the same plaintiff, and she has again named HUD as a
 5 defendant. Although the individually named defendants have changed, in each case she has
 6 named the relevant currently-appointed Secretary of HUD, either Ben Carson or Marcia Fudge,
 7 who stand in privity with each other for res judicata purposes. *See Fund for Animals, Inc. v.*
 8 *Lujan*, 962 F.2d 1391, 1398 (9th Cir. 1992) (holding that when “two actions name different
 9 federal defendants, ‘[t]here is privity between officers of the same government . . . in relitigation
 10 of the same issue between that party and another officer of the government’”) (quoting *Sunshine*
 11 *Anthracite Coal Co. v. Adkins*, 310 U.S. 381, 402–03 (1940))).

12 Generally, “[a] district court should not dismiss a *pro se* complaint without leave to
 13 amend unless ‘it is absolutely clear that the deficiencies of the complaint could not be cured by
 14 amendment.’” *Akhtar v. Mesa*, 698 F.3d 1202, 1212 (9th Cir. 2012) (quoting *Schucker v.*
 15 *Rockwood*, 846 F.2d 1202, 1203–04 (9th Cir. 1988) (per curiam)) (district court erred by failing
 16 to explain deficiencies of a *pro se* prisoner civil rights complaint and dismissing without leave to
 17 amend). In her pending motion to amend, Ms. Isaacson appears to admit that her proposed
 18 additional paragraphs do not include additional factual allegations but instead are intended to
 19 express her “deep sense of betrayal and the feeling [she’s] had [her] property wrongfully seized.”
 20 Dkt. No. 12 at 2. In any event, upon review, the Court finds that her proposed amendments
 21 would not save her claims from being legally barred. Additionally, Ms. Isaacson has previously
 22 had five different opportunities to present a set of facts to establish standing, and here, instead of
 23 providing new or different facts, she has again attempted to pursue the same unsuccessful
 24

1 allegations. The Court can only conclude that no set of facts exist from which Ms. Isaacson
2 would be able to state a plausible claim over which this Court may assert jurisdiction.

3 To be clear, Ms. Isaacson is legally barred from asserting any claims, now and in the
4 future, arising from these same factual allegations regarding her realization that the HUD rule
5 discourages lenders from approving her property for a reverse mortgage. Previously, in addition
6 to the duplicative *Bivens* civil rights and APA claims that she asserts here, Ms. Isaacson has
7 attempted to raise other claims, including various tort claims and claims for equitable relief. *See,*
8 *e.g.*, *Sec'y of Hous. & Urban Dev.*, No. C17-1449, Dkt. No. 5 (duplicative complaint including
9 claims for tortious interference and equitable estoppel); *Carson II*, No. C20-0588, Dkt. No. 5
10 (duplicative complaint including claims for willful conduct, intentional infliction of emotional
11 distress, and violation of the National Housing Act, 12 U.S.C. § 1703). Regardless of how the
12 claim is presented or what legal theory Ms. Isaacson wishes to pursue, at this point she has had
13 more than her fair share of attempts at seeking redress for her perceived harm. She is barred from
14 raising any claims that could possibly “arise out of the same transactional nucleus of facts” going
15 forward. *Costantini*, 681 F.2d at 1201 (quoting *Harris*, 621 F.2d at 343).

16 **IV. CONCLUSION**

17 Consequently, the Court DENIES Ms. Isaacson’s motion to amend (Dkt. No. 12) as MOOT
18 and DISMISSES her complaint WITH PREJUDICE. This is Ms. Isaacson’s final warning. Any further
19 attempt to pursue the same claims without asserting a different set of facts sufficient to establish
20 Article III standing may result in the entry of a pre-filing bar order against Ms. Isaacson.

21 Dated this 18th day of April 2024.

22 
23 _____
24 Tana Lin
United States District Judge